An Ordinance

TO AMEND CHAPTER 54 OF THE CODE OF THE CITY OF CHARLESTON (ZONING ORDINANCE) BY AMENDING SECTION 54-110 TO INCORPORATE REFERENCES TO NEW REGULATIONS FOR SHORT TERM RENTALS, AMENDING THE DEFINITIONS FOR ACCOMMODATIONS USES, BED AND BREAKFAST, AND SHORT TERM RENTAL IN SECTION 54-120, AMENDING SECTION 54-202, SECTION 54-203 AND THE TABLE OF PERMITTED USES IN SECTION 54-203 TO REFLECT THE NEW RULES FOR SHORT TERM RENTALS, AMENDING THE REGULATIONS FOR BED AND BREAKFASTS IN SECTION 54-208 AND SECTION 54-208.1, AMENDING THE REGULATIONS FOR ACCOMMODATIONS USES IN SECTION 54-220 TO ADD LANGUAGE REGARDING VIOLATIONS, AMENDING SECTION 54-224 TO REFLECT THE NEW REGULATIONS FOR SHORT TERM RENTALS, AMENDING THE REGULATIONS FOR THE SHORT TERM RENTAL OVERLAY ZONE IN SECTION 54-227 TO DESIGNATE SUCH RENTALS AS CLASS 4 SHORT TERM RENTALS AND ADD LANGUAGE REGARDING VIOLATIONS, AND AMENDING TABLE 3.3: OFF-STREET PARKING REQUIREMENTS UNDER SECTION 54-317 TO REFLECT THE NEW RULES FOR SHORT TERM RENTALS.

BE IT ORDAINED BY THE MAYOR AND COUNCILMEMBERS OF CHARLESTON, IN CITY COUNCIL ASSEMBLED:

Section 1. Findings. City Council finds that attendant to the shared economy that is being nationally embraced is a growing trend by the public to provide accommodations in their homes to travelers. City Council finds the provision of such type of accommodations can be beneficial under certain circumstances and if properly regulated, as short term rentals provide a means to assist property owners keep properties in good order and repair, which in turn, assists in stabilizing home ownership, maintaining property values and strengthening the economy of the City. This is particularly so as applied to older homes, as the preservation of these homes is in keeping with the City's preservation goals, but by virtue of their age, often require more frequent maintenance.

City Council is mindful of the importance of maintaining the residential character of City neighborhoods. Absent appropriate controls on the number and manner and places of operation of short term rentals, neighborhoods stand to be harmed by undue commercialization and disruption to the primary and overarching purpose of a neighborhood being first and foremost a residential community, where people actually live, not places of transient occupancy. City Council is also mindful of the differing built environments of City neighborhoods. By way of example, the neighborhoods of the in the Old and

Historic District are generally denser, have narrower streets and limited off-street parking and are more impacted by commerce and tourists than other neighborhoods of the City, circumstances that require consideration if the residential character of these neighborhoods is to be protected. Moreover, while City Council is mindful of its proud tradition of historic preservation, it is also mindful of the additional obligations devolved on property owners resulting from responsible preservation regulations.

In November 2016, City Council established a short term rental task force to study the issue of the propriety of short term rentals in the City and to make recommendations to the Council with respect thereto. City Council has received and reviewed the recommendations of the task force and find that the recommendations strike an appropriate balance among the neighborhoods of the City by recognizing the different characteristics of the neighborhoods and their respective built environments, by encouraging and strengthening opportunities for historic preservation by providing a means of assisting owners of older homes upkeep their property, and significantly, by maintaining the residential character of neighborhoods by requiring that short term rentals be operated from owner-occupied homes, thus curbing the potential of the neighborhood becoming solely a place for transients.

Section 2. Sec. 54-110 of the Code of the City of Charleston (Zoning Ordinance) is hereby amended by replacing the wording "bed and breakfast" with "short term rental".

Section 3. Sec. 54-120 of the Code of the City of Charleston (Zoning Ordinance) is hereby amended by deleting the definition of "Bed and Breakfast" in its entirety and amending the definition of "Accommodations Uses" to read as follows (deleted text shown with strikethrough and new text shown with underline):

Accommodations Uses. Commercial uses to provide living or sleeping units, for remuneration, to one or more individuals where the intended and/or usual occupancy would not exceed twenty-nine (29) consecutive days, including hotels, motels, inns, bed and breakfasts, short term rental units, rooming

and boarding houses, hostels, lodging units, resort units, condominiums, cooperatives, apartments, units that are included in a "Vacation Timesharing Plan" as defined in S.C. Code Ann. § 27-32-10(7), and/or in a "Vacation Timesharing Lease Plan" as defined in S.C. Code Ann. § 27-32-10(8), as each may be amended from time to time, as well as any and all similar uses where the intended and/or usual occupancy is for periods not to exceed twenty-nine (29) consecutive days, and residence club uses. For purposes hereof, individual(s) mean a person, one who owns or receives an undivided interest in a premises, a partner in a partnership that owns a premises, a beneficiary in a trust that owns a premises, a shareholder in or member of a corporation that owns a premises, a beneficiary in a trust that owns a premises, a holder of a leasehold interest in a premises or a member of a residence club or other organization that owns a premises.

Section 4. Sec. 54-120 of the Code of the City of Charleston (Zoning Ordinance) is hereby amended by deleting the definition of "Short Term Rentals" in its entirety and substituting in its place and stead the following new definitions:

Short Term Rental, Class 1, Class 2 or Class 3. A Class 1, Class 2 or Class 3 short term rental is an accessory use to a residential use of a property and contains one (1) or more rooms arranged for the purpose of providing sleeping accommodations for periods of between one (1) day and twenty-nine (29) consecutive days. A Class 1, Class 2 and Class 3 short term rental is operated by the record owner of a property, who is also a resident of the property where the short term rental is located.

Short Term Rental, Class 4. A Class 4 short term rental is a distinct type of accommodations use consisting of a limited number of fully functioning private dwelling units that are rented to families for periods of between one (1) day and twenty-nine (29) consecutive days. Distinguishing characteristics of a Class 4 short term rental is: 1) it has all the attributes of a typical dwelling unit including cooking, living, sanitary and sleeping facilities, 2) is occupied by not more than four (4) unrelated people pursuant to

the definition of "family", 3) is located on a commercially zoned property within the STR Overlay Zone, and 4) does not require the owner or operator to reside on the property.

Section 5. Sec. 54-202 of the Code of the City of Charleston (Zoning Ordinance) is hereby amended by amending the wording of subsection h. to read as follows (deleted text shown with strikethrough and new text shown with underline):

Short Term Rental, ST Overlay Zone. The Short Term Overlay Zone is intended to permit <u>Class 4</u> Short Term Rentals, as defined herein, in specific base zoning districts within the ST Overlay Zone.

Section 6. Sec. 54-203 of the Code of the City of Charleston (Zoning Ordinance) is hereby amended by deleting the words "bed and breakfasts" in their entirety and substituting in their place and stead, the words "short term rentals".

Section 7. Sec. 54- 207 of the Code of the City of Charleston (Zoning Ordinance), Table of Permitted Uses, Principle Use Category 7043 is hereby amended by inserting "or 54-227, ST Overlay Zone" immediately after "See 54-220, Accommodations Overlay Zone".

Section 8. Sections 54-208 and 54-208.1 of the Code of the City of Charleston (Zoning Ordinance) are hereby amended by revising the wording of both Sections and by adding new Sections 54-208.2 and 54-208.3, all to read as follows (deleted text shown with strikethrough and new text shown with underline):

<u>Sec. 54-208 – General Requirements. The following provisions shall apply to all Short Term Rentals,</u> <u>STR's, except for STR's permitted allowed under Section 54-227.</u>

a. A Short Term Rental, STR use may be permitted as Class 1, Class 2, or Class 3 STR permit, if the zoning administrator determines the STR to be an accessory use to the principal residential use on a property and satisfies the requirements of Sec. 54-208.1, 54-208.2, or 54-208.3, as applicable.

- b. Operational requirements. In all cases, Class 1, 2 or 3 STR uses shall adhere to the following operational requirements:
 - The STR shall be operated by the record owner of the subject property who shall also be a resident of the subject property and who shall be residing overnight on the property while STR guests are present. For purposes of this section, to qualify as a resident of a property, the person shall designate the subject property as his legal voting address and the address of his driver's license, the subject property must be assessed at the four percent homeowner's assessment ratio according to the records of the county Assessor's Office, and the record owner shall physically reside at the subject property at least 183 days each year. A single or dual member limited liability company (LLC) may qualify as a resident of the subject property provided the member(s) provide(s) with the application for an STR permit a sworn statement attesting that (s)he or they are the sole members of the LLC. The sole member(s) must also designate the subject property as his/their legal voting address and address of his/their driver's license, the subject property must be assessed at the four percent homeowner's assessment ratio according to the records of the county Assessor's Office, and the member(s) shall physically reside at the subject property at least 183 days each year; and
 - The property shall not contain signs advertising the STR use; and
 - If meals are served by the resident owner, no meals other than breakfast may be served to the paying guests; and
 - 4. The record owner of the subject property must keep in full force and effect during all times the STR is operated a general liability policy with a company authorized to do business in the State of South Carolina insuring against personal injury (including death) and property damage with limits of no less than \$1,000,000.00 per occurrence; and
 - The resident owner shall keep a current guest register including names, addresses and dates of occupancy of all guests.; and
 - 6. The resident owner shall comply with all business license and revenue collection laws of the City of Charleston, Charleston County and State of South Carolina; and

- 7. The resident owner shall provide a rental packet containing applicable city rules and restrictions, as well as pertinent unit safety information and contact information to guests upon each booking and shall prominently display the rules, safety and contact information within the STR; and
- 8. Each Class 1, 2 or 3 STR permittee is entitled to list or advertise or otherwise market not more than one (1) STR unit; and
- The resident owner shall list the STR permit number on all advertisements and marketing materials, including Airbnb, VRBO, and any other online listings.
- 10. The STR shall not be expanded in any respect beyond the rooms noted on plans approved with the permits, nor shall the use be changed to any other use not permitted by the Zoning Ordinance without reapplication to and approval by the zoning administrator.
- name of the record owner of the property, an application fee, floor plans drawn to scale of the habitable structures on the property, a site plan of the lot showing the location of the proposed STR unit and the required off-street parking spaces and driveways, and a photograph or photographs of the current principal view or views of the structure where the STR unit is to be located. The floor plans shall clearly note all rooms to be used by STR guests, and the room or rooms to be used by guests for sleeping shall be noted as well. The application shall also include a statement which the reguirements of this Section and the applicable Section for the class of permit requested.

Upon receiving a complete application and prior to the issuance of an STR permit, the zoning administrator shall cause the lot upon which the proposed use is to be located to be posted for fifteen (15) consecutive days, advising that the resident-owner of the property has applied for a zoning permit to establish a STR use at the location and supplying a phone number to call for further information. During this fifteen (15) calendar day period, the zoning administrator shall determine if the application meets the requirements as set forth above. If, at the end of the fifteen (15) day posting period, the zoning administrator determines that the application meets the requirements, the

zoning administrator shall notify the applicant that the application is approved and shall, after waiting an additional five business days to allow for appeals, issue the zoning permit. Any appeals filed within the five-day period shall cause the issuance of the zoning permit to be stayed pending resolution of the appeal.

Upon a change in ownership of a property, and prior to the issuance of a new business license to allow continuation of an existing, permitted STR use upon said property, the new property owner shall be required to recertify compliance of the STR use with the zoning administrator by having an application for recertification of the STR use notarized, filed with, and approved by the zoning administrator.

On an annual basis, the zoning administrator shall determine whether each STR use permitted under this section remains in compliance with all the terms of this ordinance, and shall initiate such enforcement procedures as may be appropriate. All operators of STR uses permitted under this Section shall cooperate fully with the zoning administrator and his designees, including, but not limited to, providing pertinent information upon request and affording access to that portion of the premises which is used for the STR use for reasonable site inspections.

d. Approved and breakfast uses. All approved, legal bed and breakfast uses that are operating on the effective date of this ordinance or that are entitled to be in operation on the effective date of this ordinance shall be issued a Class 1 or Class 2 STR Permit, depending on their location and shall adhere to the requirements of this section.

e. Violations and penalties.

<u>Violations.</u> It shall be a violation of this Chapter to operate a Class 1, 2 or 3 STR use or other accommodations use without complying with the requirements of this Chapter and the Code of the City of Charleston. It shall be a violation of this Chapter to expand an STR without obtaining a new

without first complying with the requirements of this Chapter. It shall be a violation of this Chapter to submit for advertising, marketing, representing or otherwise holding out an STR unit or other accommodations unit as being available for use or occupancy unless the STR has been permitted pursuant to this Chapter and the permit number is displayed in the materials used to advertise or market, hold out or otherwise represent the availability of the STR for use or occupancy. It shall be a violation of this Chapter to submit for advertising, marketing, representing or otherwise holding out the availability of a STR for use or occupancy by more than the number of occupants than have been permitted pursuant to this Chapter. It shall be a violation of this Chapter to submit for advertising, marketing, representing or otherwise holding out more STR units or other accommodations type units on a property than have permitted pursuant to this Chapter.

Penalties. A violation of this chapter is a misdemeanor punishable by a fine and/or incarceration.

Each day the unlawful erection, construction, reconstruction, alteration, conversion, maintenance, or use continues is considered a separate offense. A violation entitles the zoning administrator to revoke the STR permit.

Should the STR use fail to meet the requirements under which it was authorized or be discontinued for a period of twelve (12) months or more, the operating permit shall be revoked.

Sec. 54-208.<u>1</u> - <u>Bed and breakfasts located Requirements for a Class 1 Short Term Rental, STR Permit for properties within the Old and Historic District.</u>

- a. An bed and breakfast STR use may be established in a dwelling unit as an accessory to the principal residential use, on any property located within the Old and Historic District, where the zoning administrator, after reviewing an bed and breakfast STR permit application, finds that the following requirements are met and issues a City of Charleston Class 1 STR Permit:
 - The property shall not contain more than one (1) <u>bed and breakfastSTR</u> unit. Each unit shall consist of one or more rooms arranged for the purpose of providing sleeping accommodations

- for transient occupancy by ene (1) family up to four (4) adults. For the purposes of this Section, an adult shall include any person 18 years of age or older; and
- 2. The subject property shall be located within the Old and Historic District; and
- 3. The <u>bed and breakfastSTR</u> shall be operated by the record owner of the subject property who shall also be <u>qualified as</u> a resident of the subject property <u>pursuant to the requirements of Sec. 54-208, b. 1.</u>; for the purpose of this Section of the Zoning Ordinance, to qualify as a resident of a property, the person shall use that property as their legal voting address, driver's license address, and four percent homeowners assessment ratio address, and shall actually reside on the property at least 183 days each year; and
- 4. The bed and breakfast<u>STR</u> shall be subordinate and incidental to the principal residential use of the property; and
- 5. The bed and breakfast<u>STR</u> shall provide one (1) off street, maneuverable parking space on the subject property, in addition to providing, on the subject property, required off street parking for existing uses on the property. The parking space provided for the STR shall not be used in tandem with the required spaces for other uses; and
- The bed and breakfast<u>STR</u> unit shall be located within an existing structure or accessory building constructed prior to 1860that is individually listed on the National Register of Historic Places; and
- 7. The bed and breakfast<u>STR</u> unit shall not displace an existing dwelling unit which has been occupied within one (1) year prior to the filing date of the application; and
- 8. The property shall not contain signs advertising the bed and breakfast; and
- 98. The bed and breakfastSTR use shall not create the need for exterior alterations to any building for the purpose of maintaining such accessory use; and
- 109. The bed and breakfastSTR use shall be located on property which is in compliance with allowed uses for the zone district in which the property is located; and

- 44<u>10</u>. The bed and breakfast<u>STR use</u> shall be located on a lot which complies with the required minimum lot area for existing uses as specified under Table 3.1: Height, Area and Setback Regulations (applicable to SR and STR residential districts only); and
- 1211. The bed and breakfast<u>STR use</u> shall be located on a lot which has at least 40 feet of frontage on a public right-of-way (applicable to SR and STR residential districts only); and
- The bed and breakfast applicant for the STR use shall not be operated by someone who has not had an bed and breakfastSTR permit revoked within the previous twelvetwenty-four (1224) months.
- b. Operational requirements. In all cases, bed and breakfast uses shall meet the following operational requirements:
 - 1. No meals other than breakfast may be served by the resident owner to the paying quests.
 - The resident owner shall keep a current guest register including names, addresses and dates of occupancy of all guests.
 - 3. The resident owner shall comply with all business license and revenue collection laws of the City of Charleston, Charleston County and State of South Carolina.
- c. Application process. Applications for bed and breakfast uses shall be notarized and include the location and owner of the property, a site plan of the lot showing the proposed location of the bed and breakfast use and the location of the required off-street parking space, and a photograph or photographs of the current principal view or views of the structure where the proposed bed and breakfast use is to be located. The application shall also include a statement which the resident-owner must sign acknowledging that he or she has reviewed and understands the requirements of this section.

Upon receiving a complete application and prior to the issuance of a zoning permit, the zoning administrator shall cause the lot upon which the proposed use is to be located to be posted for ten (10) consecutive days, advising that the resident-owner of the property has applied for a zoning

permit to establish a bed and breakfast use at the location and supplying a phone number to call for further information. During this ten (10) calendar day period, the zoning administrator shall determine if the application meets the requirements as set forth above. If, at the end of the ten (10) day posting period, the zoning administrator determines that the application meets the requirements, the zoning administrator shall notify the applicant that the application is approved and shall, after waiting an additional five business days to allow for appeals, issue the zoning permit. Any appeals filed within the five-day period shall cause the issuance of the zoning permit to be stayed pending resolution of the appeal.

The bed and breakfast use shall not be expanded in any respect throughout the structure or structures, nor shall the use be changed to any other use not permitted by the Zoning Ordinance without reapplication to and approval by the zoning administrator.

Upon a change in ownership of a property, and prior to the issuance of a new business license to allow continuation of an existing, permitted bed and breakfast use upon said property, the new property owner shall be required to recertify compliance of the bed and breakfast use with the zoning administrator by having an application for recertification of the bed and breakfast use notarized, filed with, and approved by the zoning administrator.

Should the bed and breakfast use fail to meet the requirements under which it was authorized for operating a bed and breakfast or be discontinued for a period of twelve (12) months or more, the operating permit shall be revoked.

On an annual basis, the zoning administrator shall determine whether each bed and breakfast use permitted under this section remains in compliance with all the terms of this ordinance, and shall initiate such enforcement procedures as may be appropriate. All operators of bed and breakfast uses permitted under this section shall cooperate fully with the zoning administrator and his designees, including, but not limited to, providing pertinent information upon request and affording access to that portion of the premises which is used for the bed and breakfast use for reasonable site inspections.

d. Violations.

It shall be a violation of this Chapter to operate a bed and breakfast use or other similar accommodations use without complying with the requirements of this Chapter, to advertise a property as being available for a bed and breakfast use or other similar accommodations use without first complying with the requirements of this Chapter, or to advertise more bed and breakfast units or other similar accommodations type units on a property than have permitted pursuant to this Chapter.

Sec. 54-208.12. - Bed and breakfasts located not Requirements for a Class 2 Short Term Rental, STR

Permit for properties located within the Old and Historic City District or located south of the Highway 17

Septima Clark Expressway and not within the Old and Historic District.

- a. An bed and breakfast STR use may be established in a dwelling unit as an accessory use to the principal residential use, on any property located on the Charleston peninsula in the Old City District or south of the Highway 17 Septima Clark Expressway right-of-way, and not located within the Old and Historic District, where the zoning administrator, after reviewing an bed and breakfast STR application, finds that the following requirements are met and issues a City of Charleston Class 2 STR Permit:
 - 1. The number of bed and breakfast units shall not exceed four (4) units; except that a property may have between four (4) and ten (10) bed and breakfast units if the building(s) used for the bed and breakfast units contain at least 560 square feet of conditioned floor area per bed and breakfast unit and all other requirements of this section are met. Each unit shall consist of one (1) or more rooms arranged for the purpose of providing sleeping accommodations for transient eccupancy by one (1) familyThe property shall not contain more than one STR unit. Each unit shall consist of one or more rooms arranged for the purpose of providing sleeping accommodations for transient occupancy by up to four (4) adults. For the purposes of this Section, an adult shall include any person 18 years of age or older; and
 - 2. The subject property shall be located within the Old City District or south of the Highway 17

 Septima Clark Expressway right-of-way, and not within the Old and Historic District; and

- 3. The <u>bed and breakfastSTR use</u> shall be operated by the record owner of the subject property who <u>shall</u> also <u>reside at be qualified as a resident of</u> the subject property <u>pursuant to the requirements of Sec. 54-208, b. 1. at least 183 days each year;</u> and
- 4. The principal building on the property on which the bed and breakfast use will be located shall have been constructed 50 or more years ago although the bed and breakfast unit(s) may be located in a building that was not constructed 50 or more years ago The STR unit(s) shall be located within an existing structure or accessory building constructed 50 or more years ago; and
- 5. Bed and breakfast The STR unit(s) located in buildings constructed 50 or more years ago shall be provided one (1) off street, maneuverable parking space on the subject property for each two (2) bed and breakfast units, or fraction thereof. Bed and breakfast unit(s) located in buildings not constructed 50 or more years ago shall provide one (1) off street, maneuverable parking space on the subject property for each bed and breakfast unit. Spaces required for the bed and breakfast unit(s) shall be in addition to providing, on the subject property, required off street parking for existing uses on the property. The parking space provided for the STR shall not be parked in tandem with the required spaces for other uses; and
- 6. The property shall be permitted to have one sign advertising the bed and breakfast. The permitted sign may have a maximum of two sides and no side shall exceed four (4) square feet in total sign face area; and
- 76. The bed and breakfastSTR shall be located on property which is in compliance with allowed uses for the zone district in which the property is located; and
- 7. The STR use shall not create the need for exterior alterations to any building for the purpose of maintaining such accessory use; and
- The bed and breakfast applicant for the STR use shall not be operated by someone who has
 not had an bed and breakfastSTR permit revoked within the previous twelvetwenty-four (1224)
 months.

- b. Operational requirements. In all cases, bed and breakfast uses shall meet the following operational requirements:
 - 1. No meals other than breakfast may be served by the resident owner to the paying guests.
 - The resident owner shall keep a current guest register including names, addresses and dates of occupancy of all guests.
 - 3. The resident owner shall comply with all business license and revenue collection laws of the City of Charleston, Charleston County and State of South Carolina.
- c. Application process. Applications for bed and breakfast uses shall be notarized and include the location and owner of the property, a site plan of the lot showing the proposed location of the bed and breakfast use and the location of the required off-street parking space, and a photograph or photographs of the current principal view or views of the structure where the proposed bed and breakfast use is to be located. The application shall also include a statement which the resident-owner must sign acknowledging that he or she has reviewed and understands the requirements of this section.

Upon receiving a complete application and prior to the issuance of a zoning permit, the zoning administrator shall cause the lot upon which the proposed use is to be located to be posted for ten (10) consecutive days, advising that the resident-owner of the property has applied for a zoning permit to establish a bed and breakfast use at the location and supplying a phone number to call for further information. During this ten (10) calendar day period, the zoning administrator shall determine if the application meets the requirements as set forth above. If, at the end of the ten (10) day posting period, the zoning administrator determines that the application meets the requirements, the zoning administrator shall notify the applicant that the application is approved and shall, after waiting an additional five business days to allow for appeals, issue the zoning permit. Any appeals filed within the five-day period shall cause the issuance of the zoning permit to be stayed pending resolution of the appeal.

The bed and breakfast use shall not be expanded in any respect throughout the structure or structures, nor shall the use be changed to any other use not permitted by the Zoning Ordinance without reapplication to and approval by the zoning administrator.

Upon a change in ownership of a property, and prior to the issuance of a new business license to allow continuation of an existing, permitted bed and breakfast use upon said property, the new property owner shall be required to recertify compliance of the bed and breakfast use with the zoning administrator by having an application for recertification of the bed and breakfast use notarized, filed with, and approved by the zoning administrator.

Should the bed and breakfast use fail to meet the requirements under which it was authorized for operating a bed and breakfast or be discontinued for a period of twelve (12) months or more, the operating permit shall be revoked.

On an annual basis, the zoning administrator shall determine whether each bed and breakfast use permitted under this section remains in compliance with all the terms of this ordinance, and shall initiate such enforcement procedures as may be appropriate. All operators of bed and breakfast uses permitted under this section shall cooperate fully with the zoning administrator and his designees, including, but not limited to, providing pertinent information upon request and affording access to that portion of the premises which is used for the bed and breakfast use for reasonable site inspections.

d. Violations.

It shall be a violation of this Chapter to operate a bed and breakfast use or other similar accommodations use without complying with the requirements of this Chapter, to advertise a property as being available for a bed and breakfast use or other similar accommodations use without first complying with the requirements of this Chapter, or to advertise more bed and breakfast units or other similar accommodations type units on a property than have permitted pursuant to this Chapter.

<u>Sec. 54-208.3. – Requirements for a Class 3 Short Term Rental, STR Permit for properties in all areas of</u> the City except the areas listed in Sec. 54-208.1 or Sec. 54-208.2.

- a. An STR use may be established in a dwelling unit as an accessory to the principal residential use, on any property located outside the historic districts and outside the area on the peninsula immediately south of the Highway 17 Septima Clark Expressway right-of-way, as more fully described below, where the zoning administrator, after reviewing an STR application, finds that the following requirements are met and issues a City of Charleston Class 3 STR Permit:
 - 1. The subject property shall be located outside the Old and Historic District, outside the Old City
 District and not within the area of the peninsula south of the Highway 17 Septima Clark
 Expressway right-of-way that is outside the historic districts; and
 - The number of STR guests on the property shall not exceed four (4) adults. For the purposes of this Section, an adult shall include any person 18 years of age or older; and
 - 3. The size and character of the STR use must be subordinate and incidental to the principal residential use of the property; and
 - 4. The STR shall be operated by the record owner of the subject property who shall also be qualified as a resident of the subject property pursuant to the requirements of Sec. 54-208, b.
 1.; and
 - The STR unit(s) shall be located within an existing structure or accessory building constructed
 or more years ago; and
 - 6. The property shall provide the required number of maneuverable, off-street parking spaces for existing uses. Additional off-street parking is not required for an STR use that does not include more than one (1) room to be used by STR guests for sleeping. If the STR use includes more than one (1) room for sleeping, the STR use shall provide one (1) off street, maneuverable parking space on the subject property for each additional room for sleeping, in addition to providing, on the subject property, required off street parking spaces for existing uses on the property; and

- The STR use shall not create the need for exterior alterations to any building for the purpose of maintaining such accessory use; and
- 8. The applicant for the STR use shall not be someone who has not had an STR permit revoked within the previous twenty-four (24) months.

Section 9. Sec. 54-220 of the Code of the City of Charleston (Zoning Ordinance) is hereby amended by inserting a new subsection at the end to read as follows:

c. Violations and penalties.

Violations. It shall be a violation of this Chapter to operate an accommodations use without complying with the requirements of this Chapter and the Code of the City of Charleston. It shall be a violation of this Chapter to expand an accommodations use without obtaining a new permit, to advertise a property as being available for an accommodations use without first complying with the requirements of this Chapter. It shall be a violation of this Chapter to submit for advertising, marketing, representing or otherwise holding out an accommodations unit as being available for use or occupancy unless the accommodations unit has been permitted pursuant to this Chapter. It shall be a violation of this Chapter to submit for advertising, marketing, representing or otherwise holding out more accommodations type units on a property than have permitted pursuant to this Chapter.

Penalties. A violation of this chapter is a misdemeanor punishable by a fine and/or incarceration. Each day the unlawful erection, construction, reconstruction, alteration, conversion, maintenance, or use continues is considered a separate offense.

Section 10. Sec. 54-224 of the Code of the City of Charleston (Zoning Ordinance) is hereby amended by changing the words "bed and breakfast" to "Class 3 short term rental".

<u>Section 11.</u> Sec. 54-227 of the Code of the City of Charleston (Zoning Ordinance) is hereby amended to read as follows (deleted text shown with <u>strikethrough</u> and new text shown with <u>underline</u>):

- a. A Class 4 Sehort term rentals may be permitted in the CT, LB, GB, UC, MU-1, MU-1/WH, MU-2, and the MU-2/WH zone districts within the Short Term Rental, ST Overlay Zone as a conditional use if the use satisfies, as evidenced by an application, a site plan and floor plans of the property, the following conditions:
 - 1. Each dwelling unit is a conforming or legal non-conforming dwelling unit not designated as an affordable housing unit or workforce housing unit and containing cooking, living, sanitary and sleeping facilities.
 - There are no commercial uses or common areas for renters, such as breakfast rooms, associated
 with the residential occupation of the property. Commercial enterprises on the property must be
 completely separate and independent operations.
 - 3. There are no exterior signs for the short term rental use on the property.
 - 4. The owner must comply with all business license and revenue collections laws of the City of Charleston, Charleston County and State of South Carolina.
 - 5. Existing parking spaces on the property, if any, that satisfy the off-street parking requirements of this Chapter for the dwelling units being converted to <u>Class 4</u> short term rental units shall be shown on the site plan submitted with the application and shall be retained and used for the short term rental units and no additional parking spaces shall be required.
 - 6. No more than nine (9) short term rental units shall be permitted on one (1) lot. Ten (10) or more short term rental units on one lot shall require approval as an accommodations use pursuant to the requirements of the accommodations overlay zone.
 - For the purposes of applying Section 54-110 concerning non-conforming uses, a short term rental unit shall be seen as a continuation of use for a legal non-conforming dwelling unit.
- b. Approved short term rentals within the ST Overlay Zone. All approved, legal short term rental uses within the ST Overlay Zone that are operating on the effective date of this ordinance or that are entitled to be in operation on the effective date of this ordinance shall be issued a Class 4 STR Permit and shall adhere to the requirements of this section.

c. Violations and penalties.

Violations. It shall be a violation of this Chapter to operate a Class 4 STR use or other accommodations use without complying with the requirements of this Chapter and the Code of the City of Charleston. It shall be a violation of this Chapter to expand an STR without obtaining a new permit, to advertise a property as being available for an STR use or other accommodations use without first complying with the requirements of this Chapter. It shall be a violation of this Chapter to submit for advertising, marketing, representing or otherwise holding out an STR unit or other accommodations unit as being available for use or occupancy unless the STR has been permitted pursuant to this Chapter and the permit number is displayed in the materials used to advertise or market, hold out or otherwise represent the availability of the STR for use or occupancy. It shall be a violation of this Chapter to submit for advertising, marketing, representing or otherwise holding out the availability of a STR for use or occupancy by more than the number of occupants than have been permitted pursuant to this Chapter. It shall be a violation of this Chapter to submit for advertising, marketing, representing or otherwise holding out more STR units or other accommodations type units on a property than have permitted pursuant to this Chapter.

Penalties. A violation of this chapter is a misdemeanor punishable by a fine and/or incarceration.

Each day the unlawful erection, construction, reconstruction, alteration, conversion, maintenance, or use continues is considered a separate offense. A violation entitles the zoning administrator to revoke the STR permit.

Should the STR use fail to meet the requirements under which it was authorized or be discontinued for a period of twelve (12) months or more, the operating permit shall be revoked.

Section 12. Table 3.3: Off-Street Parking Requirements, of Sec. 54-317 of the Code of the City of Charleston (Zoning Ordinance) is hereby amended by deleting the wording "bed and breakfast" under the use column for "accommodations uses" and substituting in its place and stead the wording "short term rentals" so that this reads "Accommodations uses, except short term rentals". Table 3.3 is further amended by deleting the reference to "Bed and breakfasts" under the use column and the requirement of "1 per bed and breakfast unit" under the column for number of spaces required.

Section 13. Severability. It is hereby declared to be the intent of City Council that the sections, paragraphs, sentences, clauses and phrases of Sections 2, 3, 4, 5, 6, 7, 8, 9, 10, 11 and 12 are severable, and if any section, paragraph, sentence, clause of phrase of Sections 2, 3, 4, 5, 6, 7, 8, 9, 10, 11 and 12 be declared unconstitutional or invalid by a valid judgment or decree of a court of competent jurisdiction, such unconstitutionality or invalidity shall not affect any of the remaining sections, paragraphs, sentences, clauses or phrases of Sections 1, 2, 3, 4, 5, 6, 7, 8, 9, 10, 11 and 12, since the same would have been enacted without the incorporation in this Section of the unconstitutional or invalid section, paragraph, sentence, clause or phrase.

Section 14. This ordinance shall become effective 90 days after ratification.

Ratified in City Council this day of
in the Year of Our Lord, 201_,
and in the th Year of the Independence of
the United States of America
John J. Tecklenburg, Mayor
ATTEST:
Clerk of Council